

23rd February 2016

Australian Stock Exchange
Company Announcement Officer

Subject – Announcement of Half Year results - December 2015

Dear Sir / Madam

Half year information given to the ASX under Rule 4.2A

Please find attached the following documents with respect to the company's results for the half year period to 31st December 2015;

- Appendix 4D; and
- Interim Financial Report for the half year ended 31st December 2015 including the auditor's unqualified review report.

This information should be read in conjunction with the most recent Annual Report of the Company for the financial year ended 30th June 2015.

Yours sincerely

A handwritten signature in dark ink, appearing to read 'Richard Proctor', written over a light grey rectangular background.

Richard Proctor
Company Secretary

Appendix 4D

Lodged with the ASX under Listing Rule 4.2A.3
Results for Announcement to the Market

Half-Year Ended 31 December 2015

(Previous corresponding period – Half-Year Ended 31 December 2014)

				\$
Revenue from ordinary activities	Up	166.0%	to	\$1,280,336
Profit/(loss) from ordinary activities before tax attributable to member	Up	119.5%	to	\$521,133
Profit/(loss) from ordinary activities after tax attributable to members	Up	139.2%	to	\$624,827

	Amount per security	Franked amount per security
Dividends per share – Fully Paid Ordinary Shares		
Quarterly dividend – April to June 15 (paid)	1.20c	1.20c
Quarterly dividend – July to September 15 (paid)	1.20c	1.20c
Quarterly dividend – October to December 15 (paid post - 31 December 2015)	1.20c	1.20c
Dividends per share – Converting Preference Shares		
Quarterly dividend – April to June 15 (paid)	4.50c	4.50c
Quarterly dividend – July to September 15 (paid)	4.50c	4.50c
Quarterly dividend – October to December 15 (paid post-31 December 2015)	4.50c	4.50c

Record date for determining entitlements to the interim dividend was

6 January 2016

During the 12 months ending 31 December 2015, the company in total has paid 4.75 cents of fully franked dividends to ordinary shareholders and 18.25 cents of fully franked dividends to converting preference shareholders.

These dividends were paid on the expanded capital base following the placement that occurred in the last 12 months.

Explanation of Revenue

Investment income for the half-year was \$1,280,336 compared to a loss of (\$1,939,780) for the period ended 31 December 2014.

The result was derived from:

- Dividend and interest income \$1.55 million;
- Realised gains from the investment portfolio of \$2.03 million;
- Net foreign exchange gain of \$0.44 million; and
- Net unrealised loss on the portfolio of \$2.73 million.

Clime Capital Limited

Level 7, 1 Market Street Sydney NSW 2000 Australia | PO Box Q1286 Queen Victoria Building NSW 1230
ABN 99 106 282 777 P 02 9252 8522 F 02 8917 2155 W www.clime.com.au T @climeinvest

Explanation of Net Profit

The Company recorded an after tax profit of \$624,827 for the half-year to 31 December 2015. The after tax profit for the period was primarily the results of net gains realised from the sale of investments, favourable exchange gains on foreign currencies and lower unrealised loss during the current half-year compared to previous corresponding period.

Expenses in the period increased from \$727,054 to \$759,203.

Explanation of Dividends

The Directors declared an interim dividend for the half-year ended 31 December 2015 on 11 December 2015 of 1.20 cents per share to ordinary shareholders. The record date for this dividend was 6 January 2016 and the dividend was paid on 22 January 2016.

Net tangible assets per security as at 31 December 2015 (cum-dividend)

	Current period	Previous corresponding period
Net tangible asset backing per ordinary share – pre-tax	\$0.94	\$0.98
Net tangible asset backing per ordinary share – post-tax	\$0.93	\$0.98

Fully diluted net tangible asset backing per share incorporates both the fully paid ordinary shares and converting preference shares on issue. The company's preference shares will accrue the bonus and their conversion rate will be 1.387 for one preference share held at conversion date. The net tangible assets per security disclosed above is after taking into account the fully dilutive effect of preference shares.

Details of entities over which control has been gained during the period

The company did not gain or lose control over any entities during the 6 months ended 31 December 2015.

Dividends

Details of dividends/distributions paid during the six months ended 31 December 2015 are as follows:

Record Date	Payment Date	Type	Amount per security	Total Dividend \$000's	Franked amount per security	Foreign sourced dividend amount per security
Fully Paid Ordinary Shares						
3 July 2015	23 July 2015	Final	1.20c	976	976	-
6 October 2015	23 October 2015	Interim	1.20c	973	973	-
		Total	2.40c	1,949	1,949	-
Converting Preference Shares						
3 July 2015	22 July 2015	Final	4.50c	345	345	-
6 October 2015	22 October 2015	Interim	4.50c	345	345	-
		Total	9.00c	690	690	-

Dividend/Distribution Reinvestment Plans

The Company operates a dividend reinvestment plan, which has been applied to all dividends paid during the period and will continue to apply to any dividends declared for the financial year ending 30 June 2016.

Associates and Joint Venture entities

The Company does not have any interests in associates or joint venture entities.

Review

This report is based on accounts that have been reviewed by the auditors, Pitcher Partners. The unqualified review report is attached on page 14 of the Half-Year Financial Report.

CLIME CAPITAL LIMITED

ABN 99 106 282 777

Interim Financial Statements For the Half-Year Ended 31 December 2015

Level 7, 1 Market Street
Sydney NSW 2000
Telephone: +61 2 9252 8522
Facsimile: +61 2 8917 2155

CLIME CAPITAL LIMITED
INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

Contents

Half-Year Financial Report	Page
Directors' Report	2
Auditor's Independence Declaration	3
Statement of Profit or Loss and Other Comprehensive Income	4
Statement of Financial Position	5
Statement of Changes in Equity	6
Statement of Cash Flows	7
Notes to the Financial Statements	8
Directors' Declaration	13
Independent Review Report to the Members	14

CLIME CAPITAL LIMITED
ABN 99 106 282 777
DIRECTORS' REPORT
FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

Your Directors present their report on Clime Capital Limited ("the Company") for the half-year ended 31 December 2015.

Directors

The following persons were Directors of Clime Capital Limited during the whole of the half-year and up to the date of this report unless otherwise stated:

Mr. John Abernethy	- Chairman
Mr. Geoffrey Wilson	- Director
Mr. Julian Gosse	- Independent Director
Mr. Brett Spork	- Independent Director

Review of Operations

The Company recorded an after tax profit of \$624,827 for the half-year ended 31 December 2015 compared to an after tax loss of \$1,592,661 for the half-year ended 31 December 2014. The result was primarily due to a significant decrease in unrealised losses on investments and a significant increase in realised gains on disposal of investments and realised gains on foreign exchange.

During the half-year, cash investment revenue (dividends and interest received) plus realised gains on financial assets sold was \$3.57 million. The unrealised loss on portfolio movements (marked to market) was \$2.7 million.

The Company has continued payment of quarterly dividends to both its preference share and ordinary shareholders. Dividends declared during the period totalled approximately \$2.63 million.

As at 31 December 2015 the Company has fully diluted Net Tangible Assets (NTA) of \$0.93 per share.

Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration as required under Section 307C of the *Corporations Act 2001* is set out on page 3.

Signed in accordance with a resolution of the Board of Directors and signed for and on behalf of the Directors by:

JOHN ABERNETHY



Chairman
23 February 2016



PITCHER PARTNERS
ACCOUNTANTS • AUDITORS • ADVISORS

Level 22 MLC Centre
19 Martin Place
Sydney NSW 2000
Australia

Postal Address:
GPO Box 1615
Sydney NSW 2001
Australia

Tel: +61 2 9221 2099
Fax: +61 2 9223 1762

www.pitcher.com.au
sydneypartners@pitcher.com.au

Pitcher Partners is an association of independent firms
Melbourne | Sydney | Perth | Adelaide | Brisbane | Newcastle

Auditor's Independence Declaration to the Directors of Clime Capital Limited

As lead auditor for the review of Clime Capital Limited for the half-year ended 31 December 2015, I declare that to the best of my knowledge and belief, there have been:

- a. no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b. no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Clime Capital Limited during the period.

Pitcher Partners

Scott Whiddett
Partner

Dated in Sydney, this 23rd day of February 2016

CLIME CAPITAL LIMITED
ABN 99 106 282 777
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

	Note	Half-year ended 31 December 2015 \$	31 December 2014 \$
Investment income from ordinary activities			
Investment revenue	3	1,545,276	1,846,577
Net realised gain on disposal of financial assets at fair value through profit or loss		2,025,285	1,361,700
Net unrealised loss on financial assets at fair value through profit or loss		(2,725,892)	(5,164,656)
Net foreign exchange gain		435,667	16,599
Total investment income/(loss)		1,280,336	(1,939,780)
Expenses			
Management fees		(451,131)	(491,089)
Brokerage costs		(105,721)	(30,521)
Administrative expenses		(132,984)	(138,491)
Directors' fees and company secretarial fees		(69,367)	(66,953)
Total expenses		(759,203)	(727,054)
Profit/(loss) for the half-year before income tax		521,133	(2,666,834)
Income tax benefit		103,694	1,074,173
Profit/(loss) for the half-year		624,827	(1,592,661)
Other comprehensive income for the half-year		-	-
Total comprehensive income/(loss) for the half-year		624,827	(1,592,661)
Basic loss per share	6	(0.1) cents	(2.9) cents
Diluted loss per share	6	(0.1) cents	(2.9) cents

This Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Notes to the Financial Statements which follow.

CLIME CAPITAL LIMITED
ABN 99 106 282 777
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2015

		As at	
	Note	31 December 2015 \$	30 June 2015 \$
Assets			
Cash and cash equivalents		15,530,929	12,356,444
Trade and other receivables		758,227	1,150,272
Financial assets at fair value through profit or loss	2	69,659,646	78,772,561
Deferred tax asset		1,082,978	276,992
Prepayments		11,590	24,455
Total assets		87,043,370	92,580,724
Liabilities			
Financial liabilities at fair value through profit or loss	2	98,010	-
Trade and other payables		233,272	3,571,902
Dividends payable	5	1,314,531	1,320,673
Current tax liability		254,677	121,144
Total liabilities		1,900,490	5,013,719
Net assets		85,142,880	87,567,005
Equity			
Issued capital		82,990,049	83,406,253
Accumulated losses		(8,557,982)	(6,182,809)
Profit reserve		10,710,813	10,343,561
Total equity		85,142,880	87,567,005

*This Statement of Financial Position should be read in conjunction with
the Notes to the Financial Statements which follow.*

CLIME CAPITAL LIMITED
ABN 99 106 282 777
STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

	Note	Issued Capital \$	Accumulated Losses \$	Profit Reserve \$	Total Equity \$
Balance at 1 July 2014		83,044,378	(1,360,457)	10,859,592	92,543,513
Loss for the half-year		-	(1,592,661)	-	(1,592,661)
Other comprehensive income for the half-year		-	-	-	-
Total comprehensive loss for the half-year		-	(1,592,661)	-	(1,592,661)
Transactions with owners in their capacity as owners					
Issue of Ordinary shares	4	352,350	-	-	352,350
Dividends provided for or paid - Ordinary shares	5	-	-	(1,867,113)	(1,867,113)
Dividends provided for or paid - Converting Preference Shares	5	-	-	(728,135)	(728,135)
Transfer to Profit Reserve		-	(4,700,000)	4,700,000	-
		352,350	(4,700,000)	2,104,752	(2,242,898)
Balance at 31 December 2014		83,396,728	(7,653,118)	12,964,344	88,707,954
Balance at 30 June 2015		83,406,253	(6,182,809)	10,343,561	87,567,005
Profit for the half-year		-	624,827	-	624,827
Other comprehensive income for the half-year		-	-	-	-
Total comprehensive income for the half-year		-	624,827	-	624,827
Transactions with owners in their capacity as owners					
Issue of Ordinary shares	4	384,506	-	-	384,506
Shares acquired under buy-back	4	(800,084)	-	-	(800,084)
Transaction cost on share buy-back	4	(2,229)	-	-	(2,229)
Income tax relating to share buy-back costs	4	669	-	-	669
Options exercised	4	934	-	-	934
Dividends provided for or paid - Ordinary shares	5	-	-	(1,942,936)	(1,942,936)
Dividends provided for or paid - Converting Preference Shares	5	-	-	(689,812)	(689,812)
Transfer to Profit Reserve		-	(3,000,000)	3,000,000	-
		(416,204)	(3,000,000)	367,252	(3,048,952)
Balance at 31 December 2015		82,990,049	(8,557,982)	10,710,813	85,142,880

*This Statement of Changes in Equity should be read in conjunction with
the Notes to the Financial Statements which follow.*

CLIME CAPITAL LIMITED
ABN 99 106 282 777
STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

	Half-year ended	
	31 December 2015 \$	31 December 2014 \$
Cash flows from operating activities		
Proceeds from sale of investments	55,296,287	12,803,493
Payments for purchase of investments	(49,453,708)	(25,451,981)
	5,842,579	(12,648,488)
Dividends and trust distributions received	1,522,991	1,186,262
Interest received	314,074	927,977
Payments for administration expenses	(174,341)	(266,247)
Investment manager's fees paid	(450,695)	(493,272)
Brokerage costs paid	(105,721)	(30,521)
Income tax paid	(568,089)	(714,773)
Net cash inflow/(outflow) from operating activities	6,380,798	(12,039,062)
Cash flows from financing activities		
Proceeds from exercises of options	934	-
Payment for shares under buy-back	(800,084)	-
Payment of share buy-back costs	(2,229)	-
Dividends paid, net of DRPs	(2,254,385)	(2,238,676)
Net cash outflow from financing activities	(3,055,764)	(2,238,676)
Net increase/(decrease) in cash and cash equivalents held	3,325,034	(14,277,738)
Effects of exchange rate movements on cash	(150,549)	12,494
Cash and cash equivalents at beginning of the financial period	12,356,444	37,941,781
Cash and cash equivalents at end of the financial period	15,530,929	23,676,537

*This Statement of Cash Flows should be read in conjunction with
the Notes to the Financial Statements which follow.*

CLIME CAPITAL LIMITED
ABN 99 106 282 777
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

1. STATEMENT OF ACCOUNTING POLICIES

(a) Basis of accounting

These half-year financial statements are general purpose financial statements prepared in accordance with the *Corporations Act 2001* and Australian Accounting Standard AASB 134: *Interim Financial Reporting*.

The half-year financial statements are prepared in accordance with the historical cost convention with the exception of the valuation of investments described in Note 2 below.

These half-year financial statements do not include all the notes of the type normally included in annual financial statements and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Company as the full financial statements. Accordingly, these half-year financial statements are to be read in conjunction with the annual financial statements for the year ended 30 June 2015 and any public announcements made by the Company during the half-year reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

Details of reporting period

The current reporting period is the half-year ended 31 December 2015. For the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flows, the previous corresponding period is the half-year ended 31 December 2014. For the Statement of Financial Position, the previous corresponding date is 30 June 2015.

(b) Accounting policies

The accounting policies applied in these interim financial statements are the same as those applied in the Company's financial statements as at and for the year ended 30 June 2015.

The half-year financial report was authorised for issue on 23 February 2016.

2. FAIR VALUE MEASUREMENT

The Company measures and recognises financial assets and liabilities held at fair value through profit or loss on a recurring basis.

The Company has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

AASB 13 *Fair Value Measurement* requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (Level 2); and
- Inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3).

(a) Fair value in an active market (Level 1)

The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and listed equity securities) are based on quoted market prices at the close of trading at the end of the reporting period without any deduction for estimated future selling costs.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

CLIME CAPITAL LIMITED
ABN 99 106 282 777
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

2. FAIR VALUE MEASUREMENT (CONTINUED)

(b) Fair value in an inactive or unquoted market (Level 2 and Level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the reporting period. Fair values for unquoted equity investments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

The fair value of derivatives that are not exchange traded is estimated at the amount that the Company would receive or pay to terminate the contract at the end of the reporting period taking into account current market conditions (volatility and appropriate yield curve) and the current creditworthiness of the counterparties. The fair value of a forward contract is determined as a net present value of estimated future cash flows, discounted at appropriate market rates as at the valuation date. The fair value of an option contract is determined by applying the Black Scholes option valuation model.

Some of the inputs to these models may not be market observable and are therefore estimated based on assumptions.

The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques employed may not fully reflect all factors relevant to the positions the Company holds. Valuations are therefore adjusted, where appropriate, to allow for additional factors including liquidity risk and counterparty risk.

(c) Recognised fair value measurements

The table below presents the Company's financial assets and liabilities measured and recognised at fair value as at 31 December 2015:

At 31 December 2015	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial assets at fair value through profit or loss				
Listed equities - domestic	46,246,020	-	-	46,246,020
Listed equities - international	14,885,128	-	-	14,885,128
Listed convertible notes	4,180,996	-	-	4,180,996
Floating rate notes	4,347,502	-	-	4,347,502
Total financial assets at fair value through profit or loss	69,659,646	-	-	69,659,646
Financial liabilities at fair value through profit or loss				
Derivatives - options	98,010	-	-	98,010
Total financial liabilities at fair value through profit or loss	98,010	-	-	98,010

CLIME CAPITAL LIMITED
ABN 99 106 282 777
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

2. FAIR VALUE MEASUREMENT (CONTINUED)

(c) Recognised fair value measurements (continued)

At 30 June 2015	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial assets at fair value through profit or loss				
Listed equities - domestic	53,121,026	-	-	53,121,026
Listed equities - international	15,999,170	-	-	15,999,170
Listed convertible notes	4,686,969	-	-	4,686,969
Floating rate notes	4,878,961	-	-	4,878,961
Derivatives - options	86,435	-	-	86,435
Total financial assets at fair value through profit or loss	78,772,561	-	-	78,772,561

(d) Transfer between levels

Management's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

There were no transfers between levels in the fair value hierarchy at the end of the reporting period.

(e) Fair value of financial instruments not carried at fair value

The carrying value of trade receivables and trade payables are assumed to approximate their fair values.

Half-year ended	
31 December 2015	31 December 2014
\$	\$

3. INVESTMENT REVENUE

Dividends received	1,224,626	969,193
Interest	320,650	877,384
TOTAL	1,545,276	1,846,577

4. ISSUED CAPITAL

As at	
31 December 2015	30 June 2015
80,802,104 (30 June 2015: 81,278,425) ordinary fully paid shares	64,748,818 65,165,022
7,664,573 (2015: 7,664,573) converting preference fully paid shares	18,241,231 18,241,231
82,990,049	83,406,253

(b) Movements in ordinary share capital

	31 December 2015 Number of shares	30 June 2015 Number of shares	31 December 2015 \$	30 June 2015 \$
Balance at beginning of the period	81,278,425	80,903,880	65,165,022	64,803,147
Shares buy-back	(915,846)	(384,845)	(800,084)	(355,286)
Transaction cost on shares buy-back	-	-	(2,229)	(779)
Income tax relating to share buy-back costs	-	-	669	-
Exercise of options	898	-	934	-
Dividend reinvestment plan	438,627	759,390	384,506	717,940
Balance at the end of the period	80,802,104	81,278,425	64,748,818	65,165,022

CLIME CAPITAL LIMITED
ABN 99 106 282 777
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

	Half-year ended 31 December 2015 \$	31 December 2014 \$
--	--	---------------------------

5. DIVIDENDS

(a) Dividends paid in the current period

A fully franked final dividend on ordinary shares in respect of the 2015 financial year of 1.2 cents per share was paid on 23 July 2015 (2014: A fully franked final dividend on ordinary shares in respect of the 2014 financial year of 1.15 cents per share was paid on 22 July 2014)

	975,767	930,395
--	---------	---------

A fully franked dividend on converting preference shares in respect of the 2015 financial year of 4.5 cents per share was paid on 22 July 2015 (2014: A fully franked dividend on converting preference shares in respect of the 2014 financial year of 4.75 cents per share was paid on 21 July 2014)

	344,906	364,068
--	---------	---------

A fully franked dividend on ordinary shares for the quarter ended 30 September 2015 of 1.2 cents per share was paid on 23 October 2015 (2014: A fully franked dividend on ordinary shares for the quarter ended 30 September 2014 of 1.15 cents per share was paid on 23 October 2014)

	973,311	932,495
--	---------	---------

A fully franked dividend on converting preference shares for the quarter ended 30 September 2015 of 4.5 cents per share was paid on 22 October 2015 (2014: A fully franked dividend on converting preference shares for the quarter ended 30 September 2014 of 4.75 cents per share was paid on 22 October 2014)

	344,906	364,068
--	---------	---------

Total dividends paid in the current period

	2,638,890	2,591,026
--	------------------	------------------

(b) Dividends provided for in the current period

A fully franked dividend on ordinary shares for the quarter ended 31 December 2015 of 1.2 cents per share was declared on 11 December 2015 and was paid on 22 January 2016 (2014: A fully franked dividend on ordinary shares for the quarter ended 30 December 2014 of 1.15 cents per share was declared on 8 December 2014 and was paid on 23 January 2015)

	969,625	934,618
--	---------	---------

A fully franked dividend on converting preference shares for the quarter ended 31 December 2015 of 4.5 cents per share was declared on 11 December 2015 and was paid on 21 January 2016 (2014: A fully franked dividend on converting preference shares for the quarter ended 31 December 2014 of 4.75 cents per share was declared on 8 December 2014 and was paid on 22 January 2015)

	344,906	364,067
--	---------	---------

Total dividends provided for in the current period

	1,314,531	1,298,685
--	------------------	------------------

Total dividends paid and/or provided for in the current period

	3,953,421	3,889,711
--	------------------	------------------

(c) Dividend franking account

Franking account balance

	2,427,120	2,570,491
--	-----------	-----------

Impact on franking account balance of dividends not recognised, paid on 21 and 22 January 2016 (2014: 22 and 23 January 2015)

	(563,370)	(556,578)
--	-----------	-----------

	1,863,750	2,013,913
--	------------------	------------------

CLIME CAPITAL LIMITED
ABN 99 106 282 777
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

	Half-year ended	31 December
	2015	2014
	\$	\$

6. EARNINGS PER SHARE

Basic loss per share	(0.1) cents	(2.9) cents
-----------------------------	-------------	-------------

Diluted loss per share	(0.1) cents	(2.9) cents
-------------------------------	-------------	-------------

Reconciliation of earnings used in calculating basic and diluted earnings per share:

Total comprehensive(loss)/income for the half-year	624,827	(1,592,661)
Less: dividends provided or paid - converting preference shares	(689,812)	(728,135)
Earnings used in calculating basic earnings per share (adjusted for preference dividends paid during the half-year)	(64,985)	(2,320,796)

Earnings used in calculating diluted earnings per share (adjusted for preference dividends paid during the half-year)	624,827	(1,592,661)
---	---------	-------------

Weighted average number of ordinary shares used in the calculation of basic earnings per share	81,202,440	81,567,726
--	------------	------------

Weighted average number of shares used in the calculation of diluted earnings per share	91,834,108	92,199,393
---	------------	------------

Reconciliation of weighted average number of shares:

Weighted average number of ordinary shares used in the calculation of basic earnings per share	81,202,440	81,567,726
Add:		
Weighted average number of converting preference shares at 1.387118 per share used in the calculation of earnings per share	10,631,668	10,631,667
Weighted average number of shares used in the calculation of earnings per share	91,834,108	92,199,393

Note a.

Because diluted earnings per share is increased when taking the converting preference shares into account, the converting preference shares are antidilutive and are ignored in the calculation of diluted earnings per share.

7. CONTINGENT LIABILITIES AND COMMITMENTS

There has been no material change in contingent liabilities since the last annual reporting date.

8. SUBSEQUENT EVENTS

No significant events have occurred since the reporting date which would impact on the financial position of the Company disclosed in the Statement of Financial Position as at 31 December 2015 or on the results and cash flows of the Company for the half-year ended on that date.

9. SEGMENT INFORMATION

The Company has only one segment. The Company operates predominately in Australia and in one industry being the securities industry, deriving revenue from dividend income, interest income and from the sale of its financial assets at fair value through profit or loss, however the Company has foreign exposures as it invests in companies which operate internationally.

CLIME CAPITAL LIMITED
ABN 99 106 282 777
DIRECTORS' DECLARATION
FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

The directors of the Company declare that:

- (a) the financial statements and notes set out on pages 4 to 12 are in accordance with the *Corporations Act 2001*; and
 - (i) comply with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*; and
 - (ii) give a true and fair view of the entity's financial position as at 31 December 2015 and of its performance for the half-year ended on that date.
- (b) in the directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors and is signed for and on behalf of the directors by:



John Abernethy
Chairman

Sydney
23 February 2016



PITCHER PARTNERS
ACCOUNTANTS • AUDITORS • ADVISORS

Level 22 MLC Centre
19 Martin Place
Sydney NSW 2000
Australia

Postal Address:
GPO Box 1615
Sydney NSW 2001
Australia

Tel: +61 2 9221 2099
Fax: +61 2 9223 1762

www.pitcher.com.au
sydneypartners@pitcher.com.au

Pitcher Partners is an association of independent firms
Melbourne | Sydney | Perth | Adelaide | Brisbane | Newcastle

**Independent Auditor's Review Report
to the Members of Clime Capital Limited
A.B.N. 99 106 282 777**

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Clime Capital Limited ("the Company"), which comprises the statement of financial position as at 31 December 2015, statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a statement of significant accounting policies, other selected explanatory notes and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of an Interim Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporation Act 2001* including: giving a true and fair view of the entity's financial position as at 31 December 2015 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Clime Capital Limited and the entities it controlled, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of the half-year financial report consists of making enquiries, primarily of persons responsible for the financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Clime Capital Limited is not in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the Company's financial position as at 31 December 2015 and of its performance for the half-year ended on that date; and
- (ii) complying with Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*.



Pitcher Partners



Scott Whiddett

Partner

Dated in Sydney, this 23rd day of February 2016.